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[Counsel for Plaintiffs on Signature Page]

UNITED STATES DISTRICT COURT
 CENTRAL DISTRICT OF CALIFORNIA

ADVANCED ADVISORS, G.P., *et al.*
 Plaintiffs,
 v.

STEPHEN BERMAN, an individual;
 JOEL BENNETT, an individual;
 MICHAEL G. MILLER, an individual;
 MURRAY L. SKALA, an individual;
 ROBERT E. GLICK; an individual;
 MARVIN ELLIN, an individual;
 LEIGH ANNE BRODSKY, an individual;
 REX H. POULSEN, an individual; PETER
 F. REILLY, an individual, and DAN
 ALMAGOR, an individual.

Defendants.
 and
 JAKKS PACIFIC, INC.,
 Nominal Defendant.

CASE NO.: 2:14-01420-JAK
 (SSx)

**JOINT REPORT WITH
 RESPECT TO POSSIBLE
 SETTLEMENT PROCESS
 PURSUANT TO SEPTEMBER
 16, 2014 ORDER**

JOINT REPORT PER ORDER

On September 16, 2014, the Court entered an Order addressing Defendants' Motion to Dismiss the Verified Shareholders' Derivative Complaint ("Motion"). The Order granted the Motion with prejudice, as to Plaintiffs' claims for contribution and breach of fiduciary duty arising out of the Securities Class Action; granted the Motion without prejudice as to Plaintiffs' Section 14 claim arising out of the October 25, 2013 proxy statement and breach of fiduciary duty claims arising out of Dr. Soon's acquisition of shares and the Board's approval of the DreamPlay Joint Ventures; and denied the Motion as to the asserted claims arising out of the Shareholders Rights Agreement and repurchase.

The Order provided that "any amended complaint shall be filed on or before October 2, 2014." (Order at 24.) The Order also directed the parties to meet and confer then submit a joint report with the parties' views as to "whether a settlement process would be productive, and if so, the type of process, e.g., private mediation, or a conference with the Magistrate Judge, and the date by which such a conference could be completed." (Id.) Plaintiffs do not intend to amend their complaint at this time and intend to proceed on the claims that were not dismissed in the Court's Order.

The parties have met and conferred regarding a possible settlement process and have agreed that a private mediation could be productive. The parties have decided on a mutually agreeable mediator and contacted him to determine his interest and schedule. Given the need to prepare mediation statements and schedule a mediation session, we anticipate the mediation would occur within 90 to 120 days.

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2 Dated: October 2, 2014 SKADDEN, ARPS, SLATE, MEAGHER & FLOM LLP

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11 All other signatories listed, and on whose behalf the filing
12 is submitted, concur in the filing's content and have
13 authorized the filing.

14 Dated: October 2, 2014 LAW OFFICES OF DAVID N. LAKE

15 By: /s/ David N. Lake
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17 Attorney for Plaintiffs

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